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Attorneys for United States Trustee
William T. Neary

**UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF CALIFORNIA**

In re
PACIFIC GAS AND ELECTRIC
COMPANY,
Debtor.

No. 01-30923 DM
Chapter 11
Date: September 14, 2004
Time: 1:30 p.m.
Ctzm: 235 Pine Street, 22nd Floor
San Francisco, California

**UNITED STATES TRUSTEE'S
FINAL REPORT ON PROFESSIONAL FEES (4/06/01 - 4/12/04) AND FINAL BILLING
PERIOD (12/01/03 - 4/12/04)**

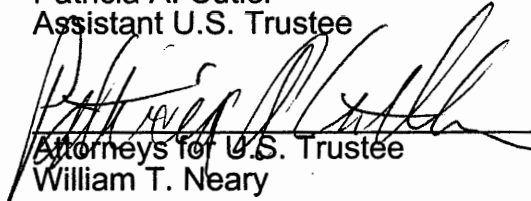
William T. Neary, United States Trustee, respectfully submits his report on
professional fees in the Pacific Gas and Electric Company bankruptcy case, attached to the
declaration of Patricia Martin filed herewith made pursuant to 28 U.S.C. § 586(a)(3).

Dated: 8/25/04

Respectfully submitted,

Patricia A. Cutler
Assistant U.S. Trustee

By:


Attorneys for U.S. Trustee
William T. Neary

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UNITED STATES BANKRUPTCY COURT
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In re	No.	01-30923 DM
PACIFIC GAS AND ELECTRIC COMPANY,	Chapter	11
Debtor.	Date:	September 14, 2004
	Time:	1:30 p.m.
	Ctrm:	235 Pine Street, 22 nd Floor San Francisco, California

**DECLARATION OF PATRICIA MARTIN RE UNITED STATES TRUSTEE'S
FINAL REPORT ON PROFESSIONAL FEES (4/06/01 - 4/12/04) AND FINAL BILLING
PERIOD (12/01/03 - 4/12/04)**

I Patricia Martin declare:

1. I am a Bankruptcy Analyst employed by the United States Department of Justice, Office of the United States Trustee for the Northern District of California. I am the U.S. Trustee analyst who was assigned to review and monitor the professional fees in the Chapter 11 Pacific Gas and Electric Company case.

2. Pursuant to the Court's Order Establishing Interim Fee Application and Expense Reimbursement Procedure, entered July 26, 2001, the Office of the U.S. Trustee received electronic transmission of various professionals' monthly invoices and formal fee applications. These electronic transmissions were uploaded into a database, data from

1 which was then downloaded into Excel spreadsheets which allowed an in-depth analysis of
2 each fee application using a variety of methods.

3 3. Using the method described above, I reviewed the professionals' fee applications
4 which are the subject of this hearing. I prepared the Final Report of Professional Fees and
5 Expenses incurred in the PG&E case from inception of the case (4/6/01) to the effective date
6 of PG&E's plan (4/12/04). The report also identifies the fees being sought during the final
7 billing period (12/1/03 - 4/12/04). The report is attached hereto as Exhibit 1. It is the intent
8 of the report to give the court, the debtor, the creditors' committee, and interested parties (a)
9 a broad overview of the cost of the bankruptcy case; (b) an approximation of the cost of
10 specific matters so the court and knowledgeable parties can assess the reasonableness of
11 fees; and (c) sufficient detail with respect to attorneys, accountants, billing rates, billing
12 trends to determine whether proper billing discretion was utilized.

13 I declare, under penalty of perjury, to the best of my knowledge, the foregoing
14 statements are true and correct and, if called upon to testify thereon as a witness, I would be
15 competent to so testify. Executed this 25thth day of August, 2004 , in San Francisco,
16 California.

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18 Patricia Martin
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1 **PROOF OF SERVICE**

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3 I, the undersigned, state that I am employed in the City and County of San Francisco, State
4 of California, in the office of the United States Trustee, at whose direction the service was made; that
5 I am over the age of eighteen years and not a party to the within action; that my business address is
6 235 Pine Street, Suite 700, San Francisco, California 94104, that on the date set out below, I served
7 a copy of the attached:

8 **UNITED STATES TRUSTEE'S FINAL REPORT ON PROFESSIONAL FEES (4/06/01 - 4/12/04) AND FINAL
9 BILLING PERIOD (12/01/03 - 4/12/04)**

10 **DECLARATION OF PATRICIA A. MARTIN RE UNITED STATE TRUSTEE'S FINAL REPORT ON
11 PROFESSIONAL FEES (4/06/01 - 4/12/04) AND FINAL BILLING PERIOD (12/01/03 - 4/12/04)**

12 by placing such a copy, enclosed in a sealed envelope, with prepaid postage thereon, in the United
13 States mail at San Francisco, California, addressed to each party listed below.

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15 William J. Lafferty
16 Howard Rice Nemerovsky et al.
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24 New York, NY 10019

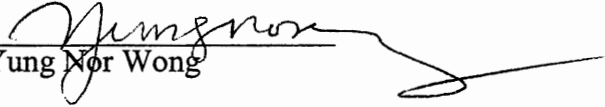
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San Francisco, CA 94111

29 I declare under penalty of perjury that the foregoing is true and correct. Executed at San
30 Francisco, California on August 25, 2004.

31 By 
32 Yung Nor Wong
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